

Commonwealth Edison Company
Adjustments to Operating Income
For the Test Year Ending December 31, 2000
(Thousands)

| Line No. | Description | Interest Synchronization (ICC Staff Ex. 27.0, Sch. 5) | Distribution O&M Net of Incentive Compensation (Liberty Cons. Group Audit Ch. 2, p. II-1) | Incentive Compensation Acct. 580 (Liberty Cons. Group Audit Ch. 2, p. II-2) | Excess AFUDC (Liberty Cons. Group Audit App. 3A, p. III-78) | Procurement (Liberty Cons. Group Audit App. 3A, p. III-81) | Capital Deferrals (Liberty Cons. Group Audit App. 3A, p. III-84) | ComEd Overtime (Liberty Cons. Group Audit App. 3A, p. III-87) | Subtotal Operating Statement Adjustments |
|----------|------------------------------------|--|---|---|--|---|---|--|--|
| | (A) | (B) | (C) | (D) | (E) | (F) | (G) | (H) | (I) |
| 1 | Operating Revenues | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 2 | Other Revenues | - | - | - | - | - | - | - | - |
| 3 | Total Operating Revenues | - | - | - | - | - | - | - | - |
| 4 | Uncollectible Expense | - | - | - | - | - | - | - | - |
| 5 | Production | - | - | - | - | - | - | - | - |
| 6 | Distribution | - | (70,150) | (9,835) | - | - | - | - | (79,985) |
| 7 | Customer Accounts | - | - | - | - | - | - | - | - |
| 8 | Customer Service and Informational | - | - | - | - | - | - | - | - |
| 9 | Administrative and General | - | - | - | - | - | - | - | - |
| 10 | Depreciation and Amortization | - | - | - | (226) | (164) | (2,022) | (453) | (2,865) |
| 11 | Taxes Other than Income Taxes | - | - | - | - | - | - | - | - |
| 12 | Total Operating Expense | - | - | - | - | - | - | - | - |
| 13 | Before Income Taxes | - | (70,150) | (9,835) | (226) | (164) | (2,022) | (453) | (82,850) |
| 14 | State Income Tax | 299 | 4,967 | 696 | 16 | 12 | 143 | 32 | 6,165 |
| 15 | Federal Income Tax | 1,372 | 22,814 | 3,199 | 73 | 53 | 658 | 147 | 28,316 |
| 16 | Deferred Taxes and ITCs Net | - | - | - | - | - | - | - | - |
| 17 | Total Operating Expenses | 1,671 | (42,369) | (5,940) | (137) | (99) | (1,221) | (274) | (48,369) |
| 18 | NET OPERATING INCOME | \$ (1,671) | \$ 42,369 | \$ 5,940 | \$ 137 | \$ 99 | \$ 1,221 | \$ 274 | \$ 48,369 |

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| Line No. | Description | Subtotal | Contractor Overtime/Premiums (Liberty Cons. Group Audit App. 3A, p. III-90) (See Note 1 Below) | Project Management (Liberty Cons. Group Audit App. 3A, p. III-93) | Open Project Not in Service @ 6/30/01 (Liberty Cons. Group Audit App. 3A, p. III-96) | True-Ups (Liberty Cons. Group Audit App. 3A, p. III-100) | Northwest Project (Liberty Cons. Group Audit App. 3A, p. III-104) | Unrecorded Retirements (Liberty Cons. Group Audit App. 3A, p. III-108) | Subtotal Operating Statement Adjustments |
|----------|------------------------------------|-----------|--|---|--|--|---|--|--|
| | (A) | (J) | (K) | (L) | (M) | (N) | (O) | (P) | (Q) |
| 1 | Operating Revenues | \$ - | \$ - | \$ - | | | \$ - | \$ - | \$ - |
| 2 | Other Revenues | - | - | - | - | - | - | - | - |
| 3 | | - | - | - | - | - | - | - | - |
| 4 | Uncollectible Expense | - | - | - | - | - | - | - | - |
| 5 | Production | - | - | - | - | - | - | - | - |
| 6 | Distribution | (79,985) | - | - | - | - | - | - | (79,985) |
| 7 | Customer Accounts | - | - | - | - | - | - | - | - |
| 8 | Customer Service and Informational | - | - | - | - | - | - | - | - |
| 9 | Administrative and General | - | - | - | - | - | - | - | - |
| 10 | Depreciation and Amortization | (2,865) | 458 | (269) | (253) | (215) | (55) | (2,735) | (5,934) |
| 11 | Taxes Other than Income Taxes | - | - | - | - | - | - | - | - |
| 12 | Total Operating Expense | | | | | | | | |
| 13 | Before Income Taxes | (82,850) | 458 | (269) | (253) | (215) | (55) | (2,735) | (85,919) |
| 14 | State Income Tax | 6,165 | (32) | 19 | 18 | 15 | 4 | 194 | 6,383 |
| 15 | Federal Income Tax | 28,316 | (149) | 87 | 82 | 70 | 18 | 889 | 29,313 |
| 16 | Deferred Taxes and ITCs Net | - | - | - | - | - | - | - | - |
| 17 | Total Operating Expenses | (48,369) | 277 | (163) | (153) | (130) | (33) | (1,652) | (50,223) |
| 18 | NET OPERATING INCOME | \$ 48,369 | \$ (277) | \$ 163 | \$ 153 | \$ 130 | \$ 33 | \$ 1,652 | \$ 50,223 |

Note 1 (Column K)

Liberty's Appendix 3A, p. III-90, shows the Interim Order with an adjustment of \$603 to depreciation expense causing Liberty's incremental adjustment to be \$(748). In actuality, the Interim Order had an adjustment of \$(603) which causes Liberty's correct incremental adjustment to be \$458.

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| Line No. | Description | Subtotal | Depreciation Method Change (Liberty Cons. Group Audit App. 3A, p. III-111) | Depreciation Rate Change (Liberty Cons. Group Audit App. 3A, p. III-114) | Interpreting Services Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-6, #1) | Customer Service Representative Coverage Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-6, #2) | Call Answering Target Service Level Reduction Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-6, #3) | Integrated Voice Response Enhancement Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-6, #4) | Subtotal Operating Statement Adjustments (Y) |
|----------|------------------------------------|-----------|--|--|--|---|--|--|---|
| | (A) | (R) | (S) | (T) | (U) | (V) | (W) | (X) | (Y) |
| 1 | Operating Revenues | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 2 | Other Revenues | - | - | - | - | - | - | - | - |
| 3 | Total Operating Revenues | - | - | - | - | - | - | - | - |
| 4 | Uncollectible Expense | - | - | - | - | - | - | - | - |
| 5 | Production | - | - | - | - | - | - | - | - |
| 6 | Distribution | (79,985) | - | - | - | - | - | - | (79,985) |
| 7 | Customer Accounts | - | - | - | (766) | (960) | (460) | (480) | (2,666) |
| 8 | Customer Service and Informational | - | - | - | - | - | - | - | - |
| 9 | Administrative and General | - | - | - | - | - | - | - | - |
| 10 | Depreciation and Amortization | (5,934) | (3,777) | (31,768) | - | - | - | - | (41,479) |
| 11 | Taxes Other than Income Taxes | - | - | - | - | - | - | - | - |
| 12 | Total Operating Expense | - | - | - | - | - | - | - | - |
| 13 | Before Income Taxes | (85,919) | (3,777) | (31,768) | (766) | (960) | (460) | (480) | (124,130) |
| 14 | State Income Tax | 6,383 | 267 | 2,249 | 54 | 68 | 33 | 34 | 9,088 |
| 15 | Federal Income Tax | 29,313 | 1,228 | 10,332 | 249 | 312 | 150 | 156 | 41,740 |
| 16 | Deferred Taxes and ITCs Net | - | - | - | - | - | - | - | - |
| 17 | Total Operating Expenses | (50,223) | (2,282) | (19,187) | (463) | (580) | (277) | (290) | (73,302) |
| 18 | NET OPERATING INCOME | \$ 50,223 | \$ 2,282 | \$ 19,187 | \$ 463 | \$ 580 | \$ 277 | \$ 290 | \$ 73,302 |

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| Line No. | Description | Subtotal | Call Center Service Level Agreements Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-6, #5) | Complaint Resolution Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-6, #6) | Customer Bill Algorithm Acct. 902 (Liberty Cons. Group Audit Ch.4, p. IV-6, #7) | Document Imaging Implementation Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-6, #8) | Non-Recurring Fees & Overtime Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-6, #9) | Meter Reading Accuracy Improvements Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-6, #10) | Subtotal Operating Statement Adjustments |
|----------|------------------------------------|-----------|--|--|---|---|---|--|--|
| | (A) | (Z) | (AA) | (BB) | (CC) | (DD) | (EE) | (FF) | (GG) |
| 1 | Operating Revenues | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 2 | Other Revenues | - | - | - | - | - | - | - | - |
| 3 | Total Operating Revenues | - | - | - | - | - | - | - | - |
| 4 | Uncollectible Expense | - | - | - | - | - | - | - | - |
| 5 | Production | - | - | - | - | - | - | - | - |
| 6 | Distribution | (79,985) | - | - | - | - | - | - | (79,985) |
| 7 | Customer Accounts | (2,666) | (440) | (941) | (450) | (170) | (1,700) | (300) | (6,667) |
| 8 | Customer Service and Informational | - | - | - | - | - | - | - | - |
| 9 | Administrative and General | - | - | - | - | - | - | - | - |
| 10 | Depreciation and Amortization | (41,479) | - | - | - | - | - | - | (41,479) |
| 11 | Taxes Other than Income Taxes | - | - | - | - | - | - | - | - |
| 12 | Total Operating Expense | - | - | - | - | - | - | - | - |
| 13 | Before Income Taxes | (124,130) | (440) | (941) | (450) | (170) | (1,700) | (300) | (128,131) |
| 14 | State Income Tax | 9,088 | 31 | 67 | 32 | 12 | 120 | 21 | 9,371 |
| 15 | Federal Income Tax | 41,740 | 143 | 306 | 146 | 55 | 553 | 98 | 43,041 |
| 16 | Deferred Taxes and ITCs Net | - | - | - | - | - | - | - | - |
| 17 | Total Operating Expenses | (73,302) | (266) | (568) | (272) | (103) | (1,027) | (181) | (75,719) |
| 18 | NET OPERATING INCOME | \$ 73,302 | \$ 266 | \$ 568 | \$ 272 | \$ 103 | \$ 1,027 | \$ 181 | \$ 75,719 |

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| Line No. | Description | Subtotal | Meter "No-Reads" Processing Acct. 902 (Liberty Cons. Group Audit Ch.4, p. IV-6, #11) | Prioritized 2nd Meter Readings Acct. 902 (Liberty Cons. Group Audit Ch.4, p. IV-6, #12) | Closed Payment Centers Acct. 902 (Liberty Cons. Group Audit Ch.4, p. IV-6, #13) | Risk Scoring Savings Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-6, #14) | Revenue Management Collection Efficiencies Acct. 904 (Liberty Cons. Group Audit Ch.4, p. IV-7, #14) | Agent Compensation Elimination Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-7, #15) | Subtotal Operating Statement Adjustments (OO) |
|----------|------------------------------------|-----------|---|--|--|--|--|--|---|
| | (A) | (HH) | (II) | (JJ) | (KK) | (LL) | (MM) | (NN) | |
| 1 | Operating Revenues | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 2 | Other Revenues | - | - | - | - | - | - | - | - |
| 3 | Total Operating Revenues | - | - | - | - | - | - | - | - |
| 4 | Uncollectible Expense | - | - | - | - | - | (1,744) | - | (1,744) |
| 5 | Production | - | - | - | - | - | - | - | - |
| 6 | Distribution | (79,985) | - | - | - | - | - | - | (79,985) |
| 7 | Customer Accounts | (6,667) | (200) | (720) | (982) | (1,700) | - | (1,393) | (11,662) |
| 8 | Customer Service and Informational | - | - | - | - | - | - | - | - |
| 9 | Administrative and General | - | - | - | - | - | - | - | - |
| 10 | Depreciation and Amortization | (41,479) | - | - | - | - | - | - | (41,479) |
| 11 | Taxes Other than Income Taxes | - | - | - | - | - | - | - | - |
| 12 | Total Operating Expense | - | - | - | - | - | - | - | - |
| 13 | Before Income Taxes | (128,131) | (200) | (720) | (982) | (1,700) | (1,744) | (1,393) | (134,870) |
| 14 | State Income Tax | 9,371 | 14 | 51 | 70 | 120 | 123 | 99 | 9,848 |
| 15 | Federal Income Tax | 43,041 | 65 | 234 | 319 | 553 | 567 | 453 | 45,232 |
| 16 | Deferred Taxes and ITCs Net | - | - | - | - | - | - | - | - |
| 17 | Total Operating Expenses | (75,719) | (121) | (435) | (593) | (1,027) | (1,054) | (841) | (79,790) |
| 18 | NET OPERATING INCOME | \$ 75,719 | \$ 121 | \$ 435 | \$ 593 | \$ 1,027 | \$ 1,054 | \$ 841 | \$ 79,790 |

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| Line No. | Description | Subtotal | Muni Outage System Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-7, #16) | Discontinued ComEd Commitment Program Acct. 908 (Liberty Cons. Group Audit Ch.4, p. IV-7, #2) | One-Time I/S Enhancements Acct. 903 (Liberty Cons. Group Audit Ch.4, p. IV-7, #4) | Legal & Outage Acct. 920 (Liberty Cons. Group Audit Ch.5, p. V-6) | Legal & Outage Acct. 925 (Liberty Cons. Group Audit Ch.5, p. V-6) | Outage-Related Payouts & Settlements Acct. 925 (Liberty Cons. Group Audit Ch.5, p. V-7) | Subtotal Operating Statement Adjustments |
|----------|------------------------------------|-----------|--|---|---|--|--|---|---|
| | (A) | (PP) | (QQ) | (RR) | (SS) | (TT) | (UU) | (VV) | (WW) |
| 1 | Operating Revenues | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 2 | Other Revenues | - | - | - | - | - | - | - | - |
| 3 | Total Operating Revenues | - | - | - | - | - | - | - | - |
| 4 | Uncollectible Expense | (1,744) | - | - | - | - | - | - | (1,744) |
| 5 | Production | - | - | - | - | - | - | - | - |
| 6 | Distribution | (79,985) | - | - | - | - | - | - | (79,985) |
| 7 | Customer Accounts | (11,662) | (42) | - | (41) | - | - | - | (11,745) |
| 8 | Customer Service and Informational | - | - | (7) | - | - | - | - | (7) |
| 9 | Administrative and General | - | - | - | - | (44) | (192) | (9) | (245) |
| 10 | Depreciation and Amortization | (41,479) | - | - | - | - | - | - | (41,479) |
| 11 | Taxes Other than Income Taxes | - | - | - | - | - | - | - | - |
| 12 | Total Operating Expense | | | | | | | | |
| 13 | Before Income Taxes | (134,870) | (42) | (7) | (41) | (44) | (192) | (9) | (135,205) |
| 14 | State Income Tax | 9,848 | 3 | - | 3 | 3 | 14 | 1 | 9,872 |
| 15 | Federal Income Tax | 45,232 | 14 | 2 | 13 | 14 | 62 | 3 | 45,340 |
| 16 | Deferred Taxes and ITCs Net | - | - | - | - | - | - | - | - |
| 17 | Total Operating Expenses | (79,790) | (25) | (5) | (25) | (27) | (116) | (5) | (79,993) |
| 18 | NET OPERATING INCOME | \$ 79,790 | \$ 25 | \$ 5 | \$ 25 | \$ 27 | \$ 116 | \$ 5 | \$ 79,993 |

Commonwealth Edison Company
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| Line No. | Description | Subtotal | Wrigleyville Settlement Acct. 925 (Liberty Cons. Group Audit Ch.5, p. V-9) | Chicago Settlement Acct. 930 (Liberty Cons. Group Audit Ch.5, p. V-9) | Special Studies Acct. 920 (Liberty Cons. Group Audit Ch.5, p. V-11) | Commitment Program Admin. Costs Acct. 920 (Liberty Cons. Group Audit Ch.5, p. V-11) | Community Leadership Study Employee Costs Acct. 920 (Liberty Cons. Group Audit Ch.5, p. V-11) | Duty Desk Start-Up Costs Acct. 920 (Liberty Cons. Group Audit Ch.5, p. V-11) | Subtotal Operating Statement Adjustments |
|----------|------------------------------------|-----------|---|--|--|---|---|--|---|
| | (A) | (XX) | (YY) | (ZZ) | (AAA) | (BBB) | (CCC) | (DDD) | (EEE) |
| 1 | Operating Revenues | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 2 | Other Revenues | - | - | - | - | - | - | - | - |
| 3 | Total Operating Revenues | - | - | - | - | - | - | - | - |
| 4 | Uncollectible Expense | (1,744) | - | - | - | - | - | - | (1,744) |
| 5 | Production | - | - | - | - | - | - | - | - |
| 6 | Distribution | (79,985) | - | - | - | - | - | - | (79,985) |
| 7 | Customer Accounts | (11,745) | - | - | - | - | - | - | (11,745) |
| 8 | Customer Service and Informational | (7) | - | - | - | - | - | - | (7) |
| 9 | Administrative and General | (245) | XXXXXX | (1,338) | (1,517) | (575) | (4) | (1) | (4,303) |
| 10 | Depreciation and Amortization | (41,479) | - | - | - | - | - | - | (41,479) |
| 11 | Taxes Other than Income Taxes | - | - | - | - | - | - | - | - |
| 12 | Total Operating Expense | | | | | | | | |
| 13 | Before Income Taxes | (135,205) | - | (1,338) | (1,517) | (575) | (4) | (1) | (139,263) |
| 14 | State Income Tax | 9,872 | - | 95 | 107 | 41 | - | - | 10,159 |
| 15 | Federal Income Tax | 45,340 | - | 435 | 493 | 187 | 1 | - | 46,659 |
| 16 | Deferred Taxes and ITCs Net | - | - | - | - | - | - | - | - |
| 17 | Total Operating Expenses | (79,993) | - | (808) | (917) | (347) | (3) | (1) | (82,445) |
| 18 | NET OPERATING INCOME | \$ 79,993 | \$ - | \$ 808 | \$ 917 | \$ 347 | \$ 3 | \$ 1 | \$ 82,445 |

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| Line No. | Description | Subtotal | Meter-Reading Related Injury Claim Costs Acct. 925 (Liberty Cons. Group Audit Ch.5, p. V-11) | Relocation of Billing Group Rental Costs Acct. 931 (Liberty Cons. Group Audit Ch.5, p. V-11) | Incentive Compensation Acct. 920 (Liberty Cons. Group Audit Ch.5, p. V-12) | (Source) | (Source) | (Source) | Total Operating Statement Adjustments |
|----------|------------------------------------|-----------|---|---|---|----------|----------|----------|--|
| | (A) | (EEE) | (FFF) | (GGG) | (HHH) | (III) | (JJJ) | (KKK) | (LLL) |
| 1 | Operating Revenues | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 2 | Other Revenues | - | - | - | - | - | - | - | - |
| 3 | Total Operating Revenues | - | - | - | - | - | - | - | - |
| 4 | Uncollectible Expense | (1,744) | - | - | - | - | - | - | (1,744) |
| 5 | Production | - | - | - | - | - | - | - | - |
| 6 | Distribution | (79,985) | - | - | - | - | - | - | (79,985) |
| 7 | Customer Accounts | (11,745) | - | - | - | - | - | - | (11,745) |
| 8 | Customer Service and Informational | (7) | - | - | - | - | - | - | (7) |
| 9 | Administrative and General | (4,303) | (69) | (99) | (1,401) | - | - | - | (5,872) |
| 10 | Depreciation and Amortization | (41,479) | - | - | - | - | - | - | (41,479) |
| 11 | Taxes Other than Income Taxes | - | - | - | - | - | - | - | - |
| 12 | Total Operating Expense | | | | | | | | |
| 13 | Before Income Taxes | (139,263) | (69) | (99) | (1,401) | - | - | - | (140,832) |
| 14 | State Income Tax | 10,159 | 5 | 7 | 99 | - | - | - | 10,270 |
| 15 | Federal Income Tax | 46,659 | 22 | 32 | 456 | - | - | - | 47,169 |
| 16 | Deferred Taxes and ITCs Net | - | - | - | - | - | - | - | - |
| 17 | Total Operating Expenses | (82,445) | (42) | (60) | (846) | - | - | - | (83,393) |
| 18 | NET OPERATING INCOME | \$ 82,445 | \$ 42 | \$ 60 | \$ 846 | \$ - | \$ - | \$ - | \$ 83,393 |